

April Net Revenues Up 13.2% on \$1.73 B in Total Net Collections

The State of Georgia's net tax collections for the month of April 2013 totaled \$1.73 billion, which is an increase of **\$201 million**, or 13.2% percent, compared to month-ended April 2012. Year-to-date, net revenue collections totaled \$14.1 billion, for an increase of \$808 million or 6.1 percent over the same ten month period in FY 2012.

The following changes within the various tax categories contributed to the net revenue **increase** in April:

Individual Income Tax: Individual Income Tax collections for April 2013 totaled \$1.01 billion, up from \$805 million in April 2012, for an increase of nearly **\$210 million** or 26.1 percent.

The following notable components within Individual Income Tax account for the **increase**:

- Individual Income Tax refunds (net of voided checks) were down \$(6.5) million or -1.2 percent
- Individual Tax Return payments were up **\$282 million*** or 88.2 percent over last year
- All other Individual Tax categories, including Estimated payments, were down a combined \$(78.5) million

***Footnote:** Due to a reporting change with respect to Extension payments, the Return payment category is the primary driver for the dramatic year-over-year increase within Individual Income Tax.

Sales and Use Tax: Net Sales and Use Tax collections for April 2013 totaled nearly \$417 million, down from \$482.5 million in April 2012, for an overall decrease of **\$(65.5) million** or -13.6 percent. Gross Sales Tax collections were down \$(58.5) million compared to FY 2012 as a result of the recently implemented Title ad Valorem Tax fee law, which replaced both the point-of-sale sales tax on a vehicle and the annual ad valorem tax known as the "birthday tax", effective March 1, 2013. Lastly, the combined impact of the monthly Distribution to local governments and April Refund activity was a decrease of \$(7.25) million to the month's net collections.

Corporate Income Tax: Corporate Income Tax collections for April 2013 increased nearly **\$50.5 million**, up from a total of \$68 million in April 2012 to \$118.5 million in the current year.

The following notable components within Corporate Income Tax make up the **increase**:

- Corporate Tax refunds (net of voided checks) were down \$(40.0) million compared to last year
- Corporate Estimated Tax payments were up \$27 million or 44.1 percent compared to April 2012
- Corporate Income Tax Return and Net Worth payments were down a combined \$(16.5) million

GEORGIA DEPARTMENT OF REVENUE

Comparative Summary of Net Revenue Collections

(unaudited - 000's)

	For the Month Ended		\$ Change	% Change
	April 2013 (FY 2013)	April 2012 (FY 2012)		
Tax Revenues:				
Income Tax - Individual:	\$ 1,014,714	\$ 804,831	\$ 209,883	26.1%
Sales and Use Tax - General:				
Sales and Use Tax - Gross (Footnote 2)	\$ 843,671	\$ 902,066	\$ (58,395)	-6.5%
Local Sales Tax Distribution (Footnote 1)	\$ (421,064)	\$ (400,822)	\$ (20,242)	-5.1%
Sales Tax Adjustments/Refunds	\$ (5,786)	\$ (18,821)	\$ 13,035	69.3%
Net Sales and Use Tax - General	\$ 416,822	\$ 482,423	\$ (65,601)	-13.6%
Motor Fuel Taxes:				
Prepaid Motor Fuel Tax	\$ 45,393	\$ 47,187	\$ (1,793)	-3.8%
Motor Fuel Excise Tax	\$ 36,316	\$ 36,902	\$ (586)	-1.6%
Total Motor Fuel Taxes	\$ 81,709	\$ 84,088	\$ (2,379)	-2.8%
Income Tax - Corporate	\$ 118,540	\$ 68,158	\$ 50,382	73.9%
Tobacco & Cigar Taxes	\$ 18,234	\$ 20,467	\$ (2,233)	-10.9%
Alcoholic Beverage Taxes	\$ 14,476	\$ 15,776	\$ (1,300)	-8.2%
Estate Tax	\$ (15,352)	\$ (183)	\$ (15,168)	-8269%
Property Tax	\$ 1,494	\$ 1,306	\$ 188	14.4%
Motor Vehicle - Tag, Title & Fees (Footnote 2)	\$ 47,458	\$ 25,574	\$ 21,884	85.6%
Total Tax Revenues	\$ 1,698,094	\$ 1,502,439	\$ 195,655	13.0%
Other Revenues:				
Other Fees & Taxes (Footnote 3)	\$ 30,666	\$ 25,130	\$ 5,536	22.0%
Total Taxes and Other Revenues	\$ 1,728,761	\$ 1,527,570	\$ 201,191	13.2%

	Year-to-Date		\$ Change	% Change
	FY 2013	FY 2012		
Tax Revenues:				
Income Tax - Individual	\$ 7,307,524	\$ 6,744,800	\$ 562,724	8.3%
Sales and Use Tax - General:				
Sales and Use Tax - Gross (Footnote 2)	\$ 8,457,945	\$ 8,422,523	\$ 35,422	0.4%
Local Sales Tax Distribution (Footnote 1)	\$ (3,885,375)	\$ (3,860,976)	\$ (24,399)	-0.6%
Sales Tax Adjustments/Refunds	\$ (81,462)	\$ (108,884)	\$ 27,422	25.2%
Net Sales and Use Tax - General	\$ 4,491,108	\$ 4,452,663	\$ 38,445	0.9%
Motor Fuel Taxes:				
Prepaid Motor Fuel Tax	\$ 450,420	\$ 477,700	\$ (27,280)	-5.7%
Motor Fuel Excise Tax	\$ 352,572	\$ 357,069	\$ (4,498)	-1.3%
Total Motor Fuel Taxes	\$ 802,992	\$ 834,769	\$ (31,778)	-3.8%
Income Tax - Corporate	\$ 613,811	\$ 427,899	\$ 185,912	43.4%
Tobacco & Cigar Taxes	\$ 172,845	\$ 179,582	\$ (6,737)	-3.8%
Alcoholic Beverage Taxes	\$ 143,908	\$ 142,909	\$ 1,000	0.7%
Estate Tax	\$ (15,352)	\$ 28	\$ (15,380)	-55079%
Property Tax	\$ 51,405	\$ 64,556	\$ (13,151)	-20.4%
Motor Vehicle - Tag, Title & Fees (Footnote 2)	\$ 280,334	\$ 254,070	\$ 26,265	10.3%
Total Tax Revenues	\$ 13,848,575	\$ 13,101,275	\$ 747,299	5.7%
Other Revenues:				
Other Fees & Taxes (Footnote 3)	\$ 227,856	\$ 166,786	\$ 61,070	36.6%
Total Taxes and Other Revenues	\$ 14,076,431	\$ 13,268,062	\$ 808,369	6.1%

Footnotes:

1. The Local Distribution has been adjusted with an end-of-month accrual to reflect Sales Tax payment activity after the actual distribution 3 days before month-end.
2. Effective March 1, 2013, legislation (H.B. 386) went into effect to establish a new Title ad Valorem Tax in lieu of Automobile Sales Tax collected at the point of sale and replacing the annual ad valorem "birthday" tax paid on the assessed value of vehicles purchased before January 1, 2012. Due to an issue concerning the timing of collecting the new TAVT from the counties, gross Sales Tax appears to be grossly under-stated and Motor Vehicle fees over-stated relative to collections in FY 2012.
3. "Other Fees & Taxes" includes payments that have been deposited in the bank, but for which returns may not yet have been processed. The undistributed amounts are then re-classified (as returns are processed) to the proper and respective revenue account. "Other Fees" also includes Unclaimed Property collections.